

**GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA**

UNSTARRED QUESTION NO:3928

ANSWERED ON:17.08.2001

FDI INFLOW IN TELECOMMUNICATION SECTOR

JASWANT SINGH YADAV;SURESH RAMRAO JADHAV (PATIL)

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether actual inflow of Foreign Direct Investment in the field telecommunication has increased during the last six months as compared to the other fields;

(b) If so, the details thereof alongwith the FDI inflow in various sectors and during the last two years, till date, sector-wise; and

(c) the steps being taken by the Government to enhance FDI in other sectors?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (DR. RAMAN SINGH)

(a) The actual inflow of Foreign Direct Investment (FDI) in the field of telecommunication, as compared to other fields, during the last six months i.e. during the period from 1.1.2001 to 30.6.2001 is as follows :-

Month	%age of Actual Inflow in Telecommunication Sector	%age of Actual Inflow in Other Sectors
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January, 2001	26.68	73.32
February, 2001	0.35	99.65
March, 2001	3.81	96.19
April, 2001	10.83	89.17
May, 2001	1.38	98.62
June, 2001	3.51	96.49

(b) A Statement on FDI inflow in various sectors during the last two years i.e. from 1.1.99 to 30.6.2001 is at Annexure I.

(c) In its endeavour to attract more and more FDI into the country, the Government reviews the FDI policy on continuous basis.

ANNEXURE - I

STATEMENT REFERRED TO IN LOK SABHA UNSTARRED QUESTION NO. 3928 FOR ANSWER ON 17-8-2001(FRIDAY)

SECTOR WISE STATEMENT OF ACTUAL INFLOW From 01/01/1999 To 30/06/2001

(In Rs. Crore)

Sector of Inflow	total	Amount	% to
1	TRANSPORTATION INDUSTRY	2804.62	6.34
2	ELECTRICALS EQUIPMENT	2746.33	6.21
3	TELECOMMUNICATIONS	1578.21	3.57
4	FUELS	1341.47	3.03
5	CHEMICALS (OTHER THAN FERTILIZERS)	1067.82	2.42
6	SERVICE SECTOR	960.94	2.17
7	FOOD PROCESSING INDUSTRIES	734.62	1.66
8	CEMENT AND GYPSUM PRODUCTS	717.54	1.62
9	MISCELLANEOUS MECHANICAL & ENGINEERING	450.96	1.02

10	DRUGS AND PHARMACEUTICALS	352.06	0.80
11	GLASS	339.95	0.77
12	METTALLURGICAL INDUSTRIES	326.91	0.74
13	PAPER AND PULP INCLUDING PAPER PRODUCT	311.32	0.70
14	TRADING	282.02	0.64
15	MEDICAL AND SURGICAL APPLIANCES	201.02	0.45
16	INDUSTRIAL MACHINERY	185.25	0.42
17	TEXTILES (INCLUD DYED, PRINTED)	143.82	0.33
18	COMMERCIAL, OFFICE & HOUSEHOLD EQUIPMENT	125.32	0.28
19	HOTEL & TOURISM	102.44	0.23
20	FERMENTATION INDUSTRIES	98.69	0.22
21	AGRICULTURAL MACHINERY	66.71	0.15
22	CONSULTANCY SERVICES	53.66	0.12
23	LEATHER, LEATHER GOODS AND PICKERS	44.79	0.10
24	RUBBER GOODS	34.42	0.08
25	MACHINE TOOLS	30.00	0.07
26	SCIENTIFIC INSTRUMENTS	26.94	0.06
27	CERAMICS	21.89	0.05
28	VEGETABLE OILS AND VANASPATI	8.60	0.02
29	PRIME MOVERS OTHER THAN ELECTRICAL	6.26	0.01
30	DYE-STUFFS	4.50	0.01
31	SOAPS, COSMETICS AND TOILET PREPARATIONS	2.42	0.01
32	INDUSTRIAL INSTRUMENTS	0.63	0.00
33	FERTILIZERS	0.50	0.00
34	BOILERS AND STEAM GENERATING PLANTS	0.29	0.00
35	PHOTOGRAPHIC RAW FILM AND PAPER	0.24	0.00
36	EARTH-MOVING MACHINERY	0.10	0.00
37	MISCELLANEOUS INDUSTRIES	5019.65	11.35
39	Euro Issues (GDRs/FCCBs)++	15138.35	34.24
40	Acquisition of Shares #	4716.88	10.67
41	Receipt of Inflow in Advance	3312.76	7.49
49	NRI-RBI Schemes +	853.98	1.93

GRAND TOTAL 44214.88

Note :

+ SPECIAL NRI SCHEMES ADMINISTERED BY RBI FROM 01/01/1999 TO 30/06/2001
NO COUNTRY WISE DETAILS ARE AVAILABLE WITH RBI.

++ THE AMOUNT OF INFLOWS RAISED THROUGH GDRs/FCCBs AGAINST THE FDI APPROVALS
ACCORDED BY FIPB DURING THE PERIOD FROM JANUARY 1999 TO JUNE 2001
ON THE BASIS OF INFORMATION FURNISHED BY RBI

REPORTED BY RBI, MUMBAI-TRANSFER OF SHARES FROM RESIDENT TO NON-RESIDENT
UNDER SECTION 29 OF THE FERA DURING JANUARY 1999 TO JUNE 2001